



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

COMMINGLING ORDER CTB-482

Marathon Oil Corporation
P.O. Box 552
Midland, Texas 79702-0552



Attention: Ms. Ginny Larke

The above named company is hereby authorized to commingle Indian Basin-Upper Pennsylvanian Gas Pool (79040) production from the following leases:

Lease: Indian Basin 'A' Well No. 1
(Federal Lease No. NM05612A)
Description: SW/4 NE/4 of Section 22, and

Lease: Indian Basin 'C' Wells No. 1, and 2
(Federal Lease No. NM070522A)
Description: SE/4 NW/4, SW/4 SW/4 of Section 26,

all located Township 21 South, Range 23 East, NMPM, Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: Prior to commingling, the production shall be metered at a separator located in the SE/4 NW/4 (Unit F) of Section 26, Township 21 South, Range 23 East, NMPM, Eddy County, New Mexico.

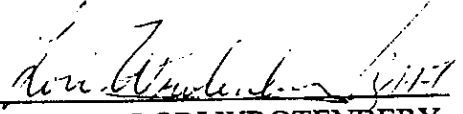
REMARKS: The commingled production shall be stored and metered off-lease at the Marathon Oil Company Indian Basin Gas Plant located in the SW/4 NE/4 (Unit G) of Section 23, Township 21 South, Range 23 East, NMPM, Eddy County, New Mexico.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

PROVIDING: Validation of this authority shall be accomplished by like approval from the U. S. Bureau of Land Management.

Commingling Order CTB-481
Marathon Oil Corporation
February 1, 1999
Page 2

DONE at Santa Fe, New Mexico, on this 3rd day of February, 1999.


LORI WROTENBERY,
Division Director

LW/MWA/kv
cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad